

## EQUIPMENT BREAKDOWN CLAIMS

The Equipment Breakdown Policy covers direct damage to “Covered Property” resulting from a “Breakdown” to “Covered Equipment”.  
*Without a “Breakdown”, there is no Equipment Breakdown Coverage. Coverage is subject to all policy terms and conditions.*

Contact Risk Management if you have any questions regarding an Equipment Breakdown claim.

### Covered Property

- Property you own; or
- Property in your care, custody or control and for which you are legally liable.

### Covered Equipment

- Equipment that generates, transmits, controls or utilizes energy, including electronic communications and data processing equipment; and
- Equipment which, during normal usage, operates under vacuum or pressure, other than the weight of its contents.

Examples of “Covered Equipment”:

- Air conditioning and heating equipment
- Water heaters and boilers
- Emergency generators
- Electric power panels
- Electric doors and locks
- Security system
- Appliances
- Sump pumps
- Computer equipment

### Breakdown

Direct physical loss that causes damage to “Covered Equipment” and necessitates its repair or replacement:

- Failure of pressure or vacuum equipment;
- Mechanical failure including rupture or bursting caused by centrifugal force; or
- Electrical failure including arcing,

unless such loss or damage is otherwise excluded.

***Exclusions include, but are not limited to:***

- ***Wear and tear, marring, scratching, deterioration, erosion, or corrosion.***
- ***Additional exclusions may apply subject to policy terms and conditions.***

Examples of “Breakdown”:

- Electrical arcing
- Power surge

### Your Duties After an Equipment Breakdown

- Preserve all “Covered Property” pending the outcome of the investigation, including all repaired or replaced equipment. Failure to preserve “Covered Property” from damage following a “Breakdown” could result in coverage denial.
- Promptly submit the completed Property Claim Form to Risk Management and provide as much information as possible, including:
  - Description of property involved;
  - Description of how, when and where the loss or damage occurred;
  - Provide photographs, if possible.
- Take whatever measures are necessary to protect the property and premises from further damage.
- Permit inspection of the property, including taking samples of damages and undamaged property for inspection, testing and analysis.
- You will be notified once a coverage determination has been made on the claim.